



County of Los Angeles  
**CHIEF ADMINISTRATIVE OFFICE**

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(213) 974-1101  
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DAVID E. JANSSEN  
Chief Administrative Officer

November 30, 2004

Honorable Board of Supervisors  
County of Los Angeles  
383 Kenneth Hahn Hall of Administration  
500 West Temple Street  
Los Angeles, California 90012

Board of Supervisors  
GLORIA MOLINA  
First District

YVONNE B. BURKE  
Second District

ZEV YAROSLAVSKY  
Third District

DON KNABE  
Fourth District

MICHAEL D. ANTONOVICH  
Fifth District

Dear Supervisors:

**JOINT RESOLUTION BETWEEN THE COUNTY OF LOS ANGELES AND THE  
CITY COUNCIL OF THE CITY OF SANTA CLARITA ACCEPTING THE NEGOTIATED  
EXCHANGE OF PROPERTY TAX REVENUE AS A RESULT OF THE PROPOSED  
ANNEXATION OF UNINCORPORATED LOS ANGELES COUNTY TERRITORY TO  
THE CITY OF SANTA CLARITA [WHITNEY CANYON ANNEXATION NO. 2003-03]  
(SUPERVISORIAL DISTRICT 5) (3 VOTES)  
(REVISED)**

**IT IS RECOMMENDED THAT YOUR BOARD:**

Approve the attached Joint Resolution between your Board and the City Council of the City of Santa Clarita (City) based on the negotiated exchange of property tax revenue, as a result of the proposed annexation of approximately 515 acres in unincorporated Los Angeles County into the City's boundaries.

**PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION**

On March 30, 2004, your Board approved a Joint Resolution between the City of Santa Clarita and the County of Los Angeles. Subsequent to the approval of the Joint Resolution, the City of Santa Clarita amended their application to exclude a parcel, approximately 30 acres in size, from the original annexation boundary. The exclusion of the parcel resulted in a decrease of the annexation area from 545 acres to 515 acres and a decrease in base property tax transfer.

On November 9, 2004, the City Council of the City of Santa Clarita adopted the attached revised Joint Resolution based on the negotiated exchange of property tax revenue resulting from the proposed annexation of unincorporated Los Angeles County territory into

the City's legal boundaries. In order for the Local Agency Formation Commission (LAFCO) for Los Angeles County to proceed with the required hearings on the proposed annexation, your Board, as the governing body of the County, must also adopt the attached Joint Resolution.

### **FISCAL IMPACT/FINANCING**

The adopted resolution will transfer One Thousand Three Hundred and Two Dollars (\$1,302) in base property tax revenue from the County to the City and 5.9 percent of the Annual Tax Increment (ATI) ratio attributable to the annexation from the County to the City commencing in Fiscal Year 2005-06. The base transfer represents the valuation of certain parcels within the proposed annexation area that are not subject to tax-exempt status under the Revenue and Taxation Code.

<b>Tax Rate Area</b>	<b>Percent of County Share Before ATI Transfer</b>	<b>Percent of ATI Transfer Rate to City</b>	<b>Adjusted County Share After ATI Transfer to City</b>
00287	24.7236348	5.9000000	18.8236348
00288	31.6025578	5.9000000	25.7025578
06711	29.8898234	5.9000000	23.9898234
10680	22.7261899	5.9000000	16.8261899
10692	26.1065160	5.9000000	20.2065160

### **FACTS AND PROVISIONS/LEGAL REQUIREMENTS**

Pursuant to Part 3, Division 3, Title 5 of the California Government Code, commencing with Section 56000, the City filed its original application with LAFCO on April 18, 2003, to initiate proceedings for annexation and sphere of influence amendment of approximately 545 acres of territory generally located east of State Route 14, east of the terminus of San Fernando Road in the unincorporated area of the County of Los Angeles. The revised application involves approximately 515 acres of territory. Of the 515 acres proposed for annexation, approximately 442 acres are owned by the Santa Clarita Watershed Recreation and Conservation Authority, a joint powers authority between the City of Santa Clarita and the Santa Monica Mountains Conservancy. The remaining territory in the proposed annexation area is publicly and privately owned.

Honorable Board of Supervisors  
November 30, 2004  
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Section 99 of the Revenue and Taxation Code requires that prior to the effective date of any jurisdictional change, the governing bodies of all agencies whose service area or service responsibilities will be altered by such change must negotiate a reallocation of property tax revenue between the affected agencies, and approve and accept such reallocation by resolution.

Adoption of the Resolution by your Board will allow LAFCO to schedule the required public hearing to consider testimony on the proposed annexation. LAFCO will subsequently take action to approve, approve with changes, or disapprove the proposal.

The proposed annexation area is outside the City's Sphere of Influence and will require LAFCO to approve an amendment to the City's Sphere of Influence.

The Joint Resolution has been approved as to form by County Counsel.

#### **CONCLUSION**

At such time as the recommendation is approved by your Board, please return one copy of this letter and three signed originals of the Resolution to LAFCO, one copy of this letter and one signed original of the Resolution to the Chief Administrative Office, Office of Unincorporated Area Services and Special Projects, and one copy of the letter and Resolution to the Auditor-Controller, Tax Division.

Respectfully submitted,



DAVID E. JANSSEN  
Chief Administrative Officer

DEJ:MKZ  
DD:AB:os

Attachment

c: Auditor-Controller  
County Counsel

**JOINT RESOLUTION OF  
THE BOARD OF SUPERVISORS OF THE COUNTY OF LOS ANGELES  
AND THE CITY COUNCIL OF THE CITY OF SANTA CLARITA  
APPROVING AND ACCEPTING  
THE NEGOTIATED EXCHANGE OF PROPERTY TAX REVENUE RESULTING FROM  
THE ANNEXATION OF WHITNEY CANYON (ANNEXATION 2003-03) TO THE CITY OF  
SANTA CLARITA AND DETACHMENT FROM COUNTY ROAD DISTRICT NO. 5  
(REVISED)**

**WHEREAS**, pursuant to Section 99 of the Revenue and Taxation Code, for specified jurisdictional changes, the governing bodies of affected agencies shall negotiate and determine the amount of property tax revenue to be exchanged between the affected agencies; and

**WHEREAS**, the area proposed for annexation is identified as Whitney Canyon, "Annexation 2003-03" which consists of approximately 515 acres of designated open space.

**WHEREAS**, the Board of Supervisors of the County of Los Angeles, as governing body of the County and County Road District No. 5, and the City Council of the City of Santa Clarita have determined the amount of property tax revenue to be exchanged between their respective agencies as a result of the annexation of unincorporated territory identified as Whitney Canyon "Annexation 2003-03" to the City of Santa Clarita and detachment of said territory from Road District No. 5.

**NOW, THEREFORE, BE IT RESOLVED** as follows:

1. The negotiated exchange of property tax revenue between the County of Los Angeles and the City of Santa Clarita resulting from "Annexation 2003-03" is approved and accepted.

2. For fiscal years commencing on or after July 1, 2005, or the July 1 after the effective date of this jurisdictional change, whichever is later, One Thousand Three Hundred and Two Dollars (\$1,302) shall be transferred from the County of Los Angeles to the City of Santa Clarita. In addition, for each fiscal year commencing on or after July 1, 2005, or the July 1 after the effective date of this jurisdictional change, whichever is later, .05900000 of the annual property tax growth attributable to "Annexation No. 2003-03" shall be transferred from the County of Los Angeles to the City of Santa Clarita, and the County's share of incremental growth in the proposed annexation area shall be reduced accordingly.

3. For fiscal years commencing on or after July 1, 2005, or the July 1 after the effective date of this jurisdictional change, whichever is later, all property tax revenue received by County Road District No. 5 attributable to "Annexation No. 2003-03" shall be transferred to the County.

4. In the event that all or a portion of the annexation area is included within a redevelopment project pursuant to California Community Redevelopment Law, Health & Safety Code Sections 33000 et seq., the City of Santa Clarita shall not adopt the ordinance approving the redevelopment plan with respect to the annexed area until such time as the

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annex\city\santa clarita\_annexation 2003-03 (whitney canyon)\_resolution

Joint Resolution

City of Santa Clarita – Whitney Canyon Annexation 2003-03

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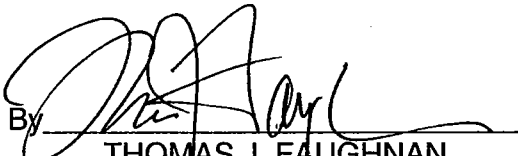
The foregoing resolution was on the \_\_\_\_\_ day of \_\_\_\_\_, 2004, adopted by the Board of Supervisors of the County of Los Angeles and ex officio the governing body of all other special assessment and taxing districts, agencies and authorities for which said Board so acts.

VIOLET VARONA-LUKENS, Executive Officer  
Clerk of the Board of Supervisors  
of the County of Los Angeles

By \_\_\_\_\_  
Deputy

APPROVED AS TO FORM:

OFFICE OF THE COUNTY COUNSEL

By   
THOMAS J. FAUGHNAN  
Principal Deputy County Counsel

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(SIGNED IN COUNTERPART)